

1 **CITY OF SANTA FE, NEW MEXICO**

2 **RESOLUTION NO. 2016-__**

3 **INTRODUCED BY:**

4
5 Councilor Renee D. Villarreal
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10 **A RESOLUTION**

11 **ESTABLISHING A TASK FORCE TO TAKE THE NEXT AND FINAL STEPS TO**
12 **DETERMINE WHETHER TO ESTABLISH A PUBLIC BANK FOR THE CITY OF**
13 **SANTA FE.**
14

15 **WHEREAS**, the primary goal and intent of establishing a public bank in Santa Fe is
16 responsible stewardship of public funds; and

17 **WHEREAS**, the mayor called local and national leaders to a forum in June, 2014 to
18 begin the discussion to establish a public bank for the city of Santa Fe; and

19 **WHEREAS**, the city participated in an international broadcast symposium on public
20 banking on September 27, 2014 with participants including civic leaders and citizens from across
21 the nation and the world; and

22 **WHEREAS**, on October 20, 2014 the governing body approved a study be completed to
23 explore the feasibility of establishing a public bank for the city of Santa Fe, and in 2015 the city
24 contracted a study to explore the feasibility of establishing a public bank for the city of Santa Fe;
25 and

1 **WHEREAS**, on September 25, 2015 David Buchholtz of Rodey Law Firm provided a
2 legal memorandum to the city attorney that established a legal path forward for a public bank for
3 Santa Fe; and

4 **WHEREAS**, the feasibility study is complete and the findings are favorable toward the
5 establishment of a public bank for the city of Santa Fe; and

6 **WHEREAS**, the city acknowledges that it is ready to take the next steps needed to
7 determine the requirements necessary for a public bank for the city of Santa Fe in order to make
8 an informed decision; and

9 **NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE**
10 **CITY OF SANTA FE:**

11 **Section 1.** That a Public Bank for the City of Santa Fe Task Force be convened and
12 develop a product that will define the process, resources, information and timelines to be met in
13 order to be prepared to submit an application for a New Mexico Bank Charter for a Public Bank
14 for the City of Santa Fe. This process will inform the decision on whether to proceed with the
15 Public Bank for the City of Santa Fe.

16 **Section 2.** Questions and information to be gathered by the task force include, but are not
17 limited, to:

18 1. Study of the New Mexico de novo bank procedure, the work
19 components, and assign duties with deadlines for completion for each work component.

20 a. Identify the work components that may require work beyond the
21 scope of the task force.

22 2. Identify the process for establishing the public bank's mission.

23 3. Research and recommend the most appropriate kind of bank charter.

24 4. Investigate capitalization for the bank and potential sources and methods
25 of capitalization, and make recommendations thereof.

1 5. Investigate the bank governance process, including transparency and
2 accountability to the public.

3 a. Make at least two governance model recommendations for
4 consideration by the public and the governing body.

5 6. Investigate unanswered legal questions that pertain to establishing a
6 public bank, and make a recommendation for the best legal path forward to establish a
7 public bank.

8 7. Complete a five-year business plan required for the application.

9 8. Identify the source for the \$7500 de novo bank charter application fee.

10 **Section 3.** That the mayor appoint, with the approval of the governing body, members of
11 the task force within thirty (30) calendar days of adoption of this resolution.

12 **Section 4.** That the task force shall consist of nine (9) members and shall have the
13 following credentials:

14 1. One (1) member to be from the city council finance committee.

15 2. One (1) member to be the director of the city finance department, or his
16 representative as needed.

17 3. three (3) members with local financial and/or banking experience who
18 are currently employed or retired from a community bank, a community credit union, and
19 a community development financial institution (CDFI).

20 4. One (1) member with legal experience in the banking industry in New
21 Mexico.

22 5. One (1) member with federal and state regulatory experience in the
23 banking industry.

24 6. two (2) residents at large who have expressed a commitment to the goal
25 of establishing a public bank.

1 **Section 5.** That the task force convenes within forty-five (45) calendar days of adoption
2 of this resolution by the governing body.

3 **Section 6.** That the task force shall hold at least two (2) public meetings to report to
4 residents on their progress, to hear public comment, and to assure transparency and accountability
5 to the public of the task force's efforts toward establishing a public bank for the city of Santa Fe.

6 **Section 7.** That the task force shall report to the governing body at a public meeting on
7 the progress of their work after three (3) months of its first meeting, and upon completion of their
8 work.

9 **Section 8.** That the task force shall complete its work within six (6) months of its first
10 meeting.

11 PASSED, APPROVED AND ADOPTED this _____day of _____, 2016.

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13 _____
14 JAVIER M. GONZALES, MAYOR

15 ATTEST:

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17 _____
18 YOLANDA Y. VIGIL, CITY CLERK

19 APPROVED AS TO FORM:

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21 _____
22 KELLEY A. BRENNAN, CITY ATTORNEY

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25 *M/Legislation/Resolutions 2016/Public Bank Task Force*